

To: Investors of Lighthouse Financial Partners, LLC (“Lighthouse”)

From: Greg Hays, Receiver of Lighthouse (the “Receiver”)

Cc: Ed Sullivan and Jim Frenzel

Date: July 27, 2011

Re: Investor Status Report

Ladies and Gentlemen:

This week, the staff and professionals for the Receiver have been actively involved in accumulating both paper documents and electronically stored information related to Lighthouse, reviewing the documents and information that we have accumulated, securing the assets transferred by Benjamin DeHaan to the Receivership Estate last week, analyzing the value of assets of the Receivership Estate, and investigating the viability of claims for additional recoveries for the Receivership Estate.

Specifically, the following has occurred:

1. Former Counsel for Lighthouse, Page Perry, has produced bank records, financial documents, and legal files as part of document production demanded by the Receiver.
2. Counsel for DeHaan is currently reviewing certain legal files remaining at Page Perry with regard to any purported claim of personal privilege, which will be contested by the Receiver;
3. The remaining legal files of Page Perry related to Lighthouse that are not subject to a claim of privilege will be produced next week;
4. DeHaan has executed a quitclaim deed prepared by local counsel for the Receiver in order to deed property located in Eads, TN (the “Property”) to the Receiver; next week the deed will be recorded after negotiations with the holder of a mortgage on the Property; and
5. Following an extensive interview by the Receiver conducted earlier this month, a formal deposition of DeHaan has been scheduled for mid-August, allowing the professionals of the Receiver an opportunity to review the corporate records, bank information, legal files, and electronic information related to Lighthouse in preparation for the deposition.
6. We are in the process of employing a real estate broker in Tennessee to sell the house that was purchased in February. The broker has recommended we complete the renovations and paint the interior before listing it for sale at \$650,000. We are also arranging for maintenance of the property and have verified insurance coverage. There may be as much as \$250,000 in equity in the property.

The Receiver, his staff, and professionals will continue document review and accumulation, asset identification and recovery, and claim verification. The Receiver is

currently considering whether to conduct additional interviews or depositions of individuals and entities related to Lighthouse for the purpose of developing additional theories of recovery for the benefit of the Receivership Estate.

We will prepare a claim form and send that out to all investors soon. We have been waiting to review the bank records and verify the flow of funds before we submit the claim form to investors to complete.

Sincerely,

S. Gregory Hays
Receiver for Lighthouse Financial Partners, LLC